

**UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK**

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**In re** : **Chapter 11 Case No.**  
**LEHMAN BROTHERS HOLDINGS INC., et al.** : **08-13555 (JMP)**  
**Debtors.** : **(Jointly Administered)**  
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**SIXTH INTERIM FEE APPLICATION OF ERNST & YOUNG LLP  
FOR ALLOWANCE OF COMPENSATION FOR SERVICES RENDERED  
AND FOR REIMBURSEMENT OF EXPENSES AS AUDITORS AND TAX SERVICES  
PROVIDERS TO THE DEBTORS AND DEBTORS-IN-POSSESSION  
FOR THE PERIOD FROM JUNE 1, 2010 THROUGH SEPTEMBER 30, 2010**

Name of Applicant: Ernst & Young LLP

Authorized to Provide Professional Services to: the above-captioned debtors and debtors-in-possession

Date of Retention: January 15, 2009, nunc pro tunc to September 15, 2008

Period for which compensation and reimbursement are sought: June 1, 2010 through September 30, 2010

Amount of Compensation sought as actual, reasonable, and necessary: \$5,330.10

Amount of Expense Reimbursement sought as actual, reasonable, and necessary: \$0.00

This is a(n): monthly X interim final application

Prior Fee Applications Filed:

Date Filed	Period Covered	Fees	Expenses
April 10, 2009	September 15, 2008 through January 31, 2009	\$552,700.00	\$0.00
July 17, 2009	February 1, 2009 through May 31, 2009	\$682,974.50	\$0.00
December 14, 2009	June 1, 2009 through September 30, 2009	\$237,643.10	\$0.00
March 16, 2010	October 1, 2009 through January 31, 2010	\$126,459.90	\$0.00
July 23, 2010	February 1, 2010 through May 31, 2010	\$25,083.50	\$0.00

**COMPENSATION BY PROFESSIONAL  
JUNE 1, 2010 THROUGH SEPTEMBER 30, 2010**

Last Name	First Name	Title	Total Hours Billed	Hourly Billing Rate	Total Compensation
Lambert	Karen	Executive Director	1.5	735	\$1,102.50
Mesler	Mark S.	Partner	0.5	730	\$365.00
Berger	Shimon A.	Senior Manager	0.5	719	\$359.50
Gengler	Charles J.	Senior Manager	2.5	719	\$1,797.50
Godfrey	Van A.	Senior Manager	2.6	656	\$1,705.60
		Total	7.6		\$5,330.10

Compensation \$5,330.10  
Total Hours 7.6  
Blended Rate \$701.33

Dated: October 29, 2010



**COMPENSATION BY PROJECT CATEGORY**  
**JUNE 1, 2010 THROUGH SEPTEMBER 30, 2010**

<b>Project Category</b>	<b>Total Hours</b>	<b>Total Fees</b>
Audit and Audit Related	0.0	\$0.00
Tax Services	7.6	\$5,330.10
Fee / Employment Applications	0.0	\$0.00
<b>TOTAL</b>	<b>7.6</b>	<b>\$5330.10</b>

**EXPENSE SUMMARY**  
**JUNE 1, 2010 THROUGH SEPTEMBER 30, 2010**

<b>Expense Category</b>	<b>Service Provider (if applicable)</b>	<b>Total Expenses</b>
Transportation	N/A	\$0.00
Meals	N/A	\$0.00
Lodging	N/A	\$0.00
<b>TOTAL</b>		<b>\$0.00</b>

**UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK**

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**In re** : **Chapter 11 Case No.**  
**LEHMAN BROTHERS HOLDINGS INC., et al.,** : **08-13555 (JMP)**  
**Debtors.** : **(Jointly Administered)**  
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**FIFTH INTERIM FEE APPLICATION OF ERNST & YOUNG LLP  
FOR ALLOWANCE OF COMPENSATION FOR SERVICES RENDERED  
AND FOR REIMBURSEMENT OF EXPENSES AS AUDITORS AND TAX SERVICES  
PROVIDERS TO THE DEBTORS AND DEBTORS-IN-POSSESSION  
FOR THE PERIOD FROM JUNE 1, 2010 THROUGH SEPTEMBER 30, 2010**

Pursuant to sections 330 and 331 of title 11 of the United States Code (the “Bankruptcy Code”), Rule 2016 of the Federal Rules of Bankruptcy Procedure (the “Bankruptcy Rules”), and the *Order Pursuant to Sections 105(a) and 331 of the Bankruptcy Code and Bankruptcy Rule 2016(a) Establishing Procedures for Interim Monthly Compensation and Reimbursement of Expenses of Professionals* [Docket No. 1388] (the “Compensation Order”), Ernst & Young LLP (“E&Y”) hereby files this Sixth Interim Fee Application for Allowance of Compensation for Services Rendered and for Reimbursement of Expenses as Counsel to the Debtors and Debtors-in-Possession for the Period from June 1, 2010 through September 30, 2010 (the “Application”). By this Application, E&Y seeks interim allowance pursuant to the Compensation Order with respect to the sums of \$5,330.10 as compensation and \$0.00 for reimbursement of actual and necessary expenses for a total of \$5,330.10 for the period June 1, 2010 through and including September 30, 2010 (the “Compensation Period”). In support of this Application, E&Y respectfully represents as follows:

**Background**

1. On September 15, 2008 (the “Petition Date”), the above-captioned debtors and debtors-in-possession (collectively, the “Debtors”) filed voluntary petitions for relief under chapter 11 of the Bankruptcy Code.

2. E&Y was retained effective as of the Petition Date by this Court’s Order dated January 15, 2009, *nunc pro tunc* to the Petition Date (the “Retention Order”). The Retention Order authorized E&Y to be compensated on an hourly basis and to be reimbursed for actual and necessary out-of-pocket expenses.

**Compensation Paid and Its Source**

3. All services for which compensation is requested by E&Y were performed for or on behalf of the Debtors.

4. E&Y has received no payment and no promises for payment from any source for services rendered or to be rendered in any capacity whatsoever in connection with the matters covered by this Application. There is no agreement or understanding between E&Y and any other person other than the directors of E&Y for the sharing of compensation to be received for services rendered in these cases.

**Fee Application**

5. The daily time detail for the E&Y professionals that provided services during the Compensation Period is attached hereto as Exhibit A. To the best of E&Y’s knowledge, this Application complies with sections 330 and 331 of the Bankruptcy Code, the Federal Rules of Bankruptcy Procedure, the Guidelines adopted by the Office of the United States Trustee, Bankr. S.D.N.Y. L.R. 2016-1, Administrative Order M-151 of the Southern District of New York and the Compensation Order.

**Actual and Necessary Expenses**

6. E&Y incurred no reimbursable expenses during the Compensation Period.

**Summary of Services Rendered**

7. E&Y, by and through its professionals, has performed all necessary professional services which are described and narrated in detail hereinafter.

**Summary of Services By Project**

8. The services rendered by E&Y during the Compensation Period can be grouped into the categories set forth below. These categories are generally described below, with a more detailed identification of the actual services provided set forth on the attached Exhibit A. The professionals who rendered services relating to each category are identified, along with the number of hours for each individual and the total compensation sought for each category, in Exhibit A attached hereto.

A. **Tax Services**

Fees: \$5,330.10; Total Hours: 7.6

This category includes all matters related to the provision of tax services to the Debtors, including Internal Revenue Code Section 382 analysis, the analysis of filing requirements of certain non-US subsidiaries and information reporting requirements, and worthless stock loss and Net Operating Loss carryback analyses, as well as discussions and advice related to the tax implications with respect to the bankruptcy.

**Valuation of Services**

9. Professionals of E&Y have expended a total of 7.60 hours in connection with this matter during the Compensation Period, as follows:

Last Name	First Name	Title	Total Hours Billed	Hourly Billing Rate	Total Compensation
Lambert	Karen	Executive Director	1.5	735	\$1,102.50
Mesler	Mark S.	Partner	0.5	730	\$365.00
Berger	Shimon A.	Senior Manager	0.5	719	\$359.50
Gengler	Charles J.	Senior Manager	2.5	719	\$1,797.50
Godfrey	Van A.	Senior Manager	2.6	656	\$1,705.60
		<b>Total</b>	<b>7.6</b>		<b>\$5,330.10</b>

The daily detailed time records of the work performed by these persons is fully set forth in Exhibit A attached hereto. The reasonable value of the services rendered by E&Y to the Debtors during the Compensation Period is \$5,330.10.

10. In accordance with the factors enumerated in section 330 of the Bankruptcy Code, it is respectfully submitted that the amount requested by E&Y is fair and reasonable given (a) the complexity of these cases, (b) the time expended, (c) the nature and extent of the services rendered, (d) the value of such services, and (e) the costs of comparable services other than in a case under this title.

WHEREFORE, E&Y respectfully requests that the Court authorize that for the period June 1, 2010 through September 30, 2010, an interim allowance be made to E&Y pursuant to the terms of the Compensation Order, with respect to the sum of \$5,330.10 as compensation for necessary professional services rendered, and the sum of \$0.00 as

reimbursement of actual necessary costs and expenses, for a total of \$5,330.10 and that any portion of such sums that remains unpaid be authorized for payment by the Debtors, and for such other and further relief as this Court may deem just and proper.

Dated: October 27, 2010

Respectfully submitted,

  
William Schlich  
Ernst & Young LLP  
5 Times Square  
New York, New York  
Tel.: (212) 773-3233

*Auditors and Tax Services Providers  
for the Debtors and Debtors-in-Possession*

**UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK**

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<b>In re</b>	: <b>x Chapter 11 Case No.</b>
<b>LEHMAN BROTHERS HOLDINGS INC., et al.,</b>	: <b>08-13555 (JMP)</b>
<b>Debtors.</b>	: <b>(Jointly Administered)</b>
	: : : : x

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**CERTIFICATION UNDER GUIDELINES FOR FEES AND DISBURSEMENTS  
FOR PROFESSIONALS IN RESPECT OF SIXTH INTERIM FEE  
APPLICATION OF ERNST & YOUNG LLP FOR ALLOWANCE  
OF COMPENSATION FOR SERVICES RENDERED AND FOR  
REIMBURSEMENT OF EXPENSES AS AUDITORS AND TAX SERVICES  
PROVIDERS TO THE DEBTORS AND DEBTORS-IN-POSSESSION FOR  
THE PERIOD FROM JUNE 1, 2010 THROUGH SEPTEMBER 30, 2010**

I, William Schlich, hereby certify that:

1. I am a partner with the firm of Ernst & Young LLP (“E&Y LLP”), which maintains an office at 5 Times Square, New York, New York. I have personal knowledge of the facts set forth herein.

2. I submit this Certification in support of the sixth interim fee application dated October 29, 2010 (the “Application”) of E&Y LLP, seeking the entry of an order, pursuant to sections 330 and 331 of title 11 of the United States Code (the “Bankruptcy Code”) and Rule 2016 of the Federal Rules of Bankruptcy Procedure (the “Bankruptcy Rules”) granting interim allowance of compensation for services rendered and expenses incurred as auditors and tax services providers to the above-captioned debtors and debtors-in-possession (the “Debtors”) during the period from June 1, 2010

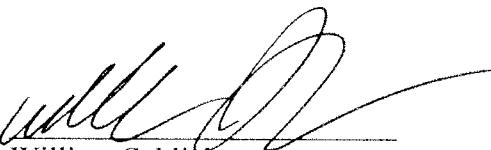
through and including September 30, 2010 (the “Interim Period”), and directing payment of fees and expenses that were not paid or which were previously subject to a holdback.

3. I have read the Application and, to the best of my knowledge, information and belief, formed after reasonable inquiry (a) I have read the Application, (b) to the best of my knowledge, information and belief after reasonable inquiry, the Application complies with the United States Trustee Guidelines for Reviewing Applications for Compensation and Reimbursement of Expenses Filed under 11 U.S.C. section 330 (the “Guidelines”), (c) to the best of my knowledge, information and belief after reasonable inquiry, the fees and expenses sought fall within the Guidelines, except as noted otherwise, (d) except to the extent that fees or disbursements are prohibited by the Guidelines, the fees and disbursements sought are billed at rates and in accordance with practices customarily employed by E&Y LLP and generally accepted by E&Y LLP’s clients, (e) in seeking reimbursement of an expenses, E&Y LLP does not make a profit on that expenditure, whether it is performed by E&Y LLP in-house or through a third party, (f) E&Y LLP has provided the US Trustee, the Debtors, the Creditors’ Committee and the fee committee with Monthly Fee Statements for such fees and (g) E&Y LLP has not provided the US Trustee, the Debtors, the fee committee and the Creditors’ Committee with a copy of the Application at least ten days before the filing deadline for such Application, but E&Y LLP will provide a copy of the Application to such parties at least twenty (20) days before the date set by this Court for a hearing on the Application.

4. There is no agreement or understanding between E&Y LLP and any other person, other than the members of E&Y LLP, for the sharing of compensation to be received for services rendered or to be rendered in the Chapter 11 Cases.

WHEREFORE, I declare that the above is true and correct to the best of my knowledge.

Dated: October 21, 2010



William Schlich

## **EXHIBIT A**

**Lehman Brothers Holdings Inc. & Debtors**  
**Billing Detail**  
**June 1, 2010 - June 30, 2010**

Last Name	First Name	Title	Date of Service	Note	Time	Hourly Rate	Total Individual Fees
<b><u>A1 - Audit and Audit Related</u></b>							
				<b>A1- Audit and Audit Related Total</b>	<b>0.00</b>	<b>\$</b>	<b>-</b>
<b><u>A2 - Tax Services</u></b>							
<b>Project Lehman 382 Study</b>							
Godfrey	Van A.	Senior Manager	6/14/2010	Working with client around Information request for section 382 analysis	1.00	\$ 656	\$ 656
Lambert	Karen	Executive Director	6/14/2010	Study status, client e mail re open items and questions regarding section 382 analysis	0.50	\$ 735	\$ 368
Gengler	Charles J.	Senior Manager	6/17/2010	Call with Darryl Steinberg of Lehman regarding 382 data points	0.60	\$ 719	\$ 431
Godfrey	Van A.	Senior Manager	6/17/2010	Working with client around Information request for section 382 analysis	0.50	\$ 656	\$ 328
				<b>Total Post-Bkrpt Tax Adv</b>	<b>2.60</b>		<b>1,782.90</b>
				<b>A2- Tax Services Total</b>	<b>2.60</b>	<b>\$</b>	<b>1,782.90</b>
<b><u>A3 - Administration Services</u></b>							
				<b>A3- Bankruptcy Billing Total</b>	<b>-</b>		<b>-</b>
				<b>Total</b>	<b>2.60</b>	<b>\$</b>	<b>1,782.90</b>

**Lehman Brothers Holdings Inc. & Debtors**  
**Billing Detail**  
**August 1, 2010 - August 31, 2010**

Last Name	First Name	Title	Date of Service	Note	Time	Hourly Rate	Total Individual Fees
<b><u>A1 - Audit and Audit Related</u></b>							
				<b>A1- Audit and Audit Related Total</b>		<b>0.00</b>	<b>\$ -</b>
<b><u>A2 - Tax Services</u></b>							
<b><u>Lehman ITS and CFC Planning</u></b>							
Berger	Shimon A.	Senior Manager	8/11/2010	Conf. call with J. Shanahan (Lehman) and B. Brier (Lehman) re: worthless stock losses for foreign subsidiaries.	0.50	\$ 719	\$ 360
				<b>Total Lehman ITS and CFC Planning</b>	<b>0.50</b>		<b>359.50</b>
<b><u>Post-Bkrpt Tax Adv</u></b>							
Gengler	Charles J.	Senior Manager	8/25/2010	Research 5 year NOL carryback and procedures	1.10	\$ 719	\$ 791
Gengler	Charles J.	Senior Manager	8/26/2010	Research 5 year NOL carryback and procedures	0.30	\$ 719	\$ 216
Gengler	Charles J.	Senior Manager	8/27/2010	discussion with mark Mesler re: 5 year NOL carryback	0.50	\$ 719	\$ 360
Mesler	Mark S.	Partner	8/27/2010	Research and consultation with Charlie Gengler of Ernst & Young about net operating loss carryback election under law change.	0.50	\$ 730	\$ 365
				<b>Total Post-Bkrpt Tax Adv</b>	<b>2.40</b>		<b>1,731.10</b>
				<b>A2- Tax Services Total</b>	<b>\$ 2.90</b>		<b>\$ 2,090.60</b>
<b><u>A3 - Administration Services</u></b>							
				<b>A3- Bankruptcy Billing Total</b>		<b>-</b>	<b>-</b>
				<b>Total</b>	<b>2.90</b>		<b>\$ 2,090.60</b>

**Lehman Brothers Holdings Inc. & Debtors**  
**Billing Detail**  
**September 1, 2010 - September 30, 2010**

Last Name	First Name	Title	Date of Service	Note	Time	Hourly Rate	Total Individual Fees
<b><u>A1 - Audit and Audit Related</u></b>							
				<b>A1- Audit and Audit Related Total</b>	<b><u>0.00</u></b>	<b>\$</b>	<b><u>-</u></b>
<b><u>A2 - Tax Services</u></b>							
<b>Project Lehman 382 Study (II)</b>							
Lambert	Karen	Executive Director	9/15/2010	Review of client files in preparation for meeting with EY team and client scheduled for September 20, 2010	0.50	\$ 735	\$ 368
Lambert	Karen	Executive Director	9/20/2010	Telephone conference call with Van Godfrey of EY and Daryl Steinberg of Lehman to discuss current state of Section 382 analysis as well as information needed to update the analysis.	0.50	\$ 735	\$ 368
Godfrey	Van A.	Senior Manager	9/20/2010	Conference call with Karen Lambert of EY and Daryl Steinberg of Lehman regarding section 382 open items and to provide a status update on the analysis.	0.50	\$ 656	\$ 328
Godfrey	Van A.	Senior Manager	9/20/2010	Review of documents provided by Daryl Steinberg of Lehman prior to conference call, to determine what information was still outstanding.	0.60	\$ 656	\$ 394
<b>Total Project Lehman 382 Study (II)</b>						<b><u>2.10</u></b>	<b><u>1,456.60</u></b>
<b>A2- Tax Services Total</b>						<b><u>2.10</u></b>	<b>\$ <u>1,456.60</u></b>
<b><u>A3 - Administration Services</u></b>							
<b>A3- Bankruptcy Billing Total</b>							
<b>Total</b>						<b><u>2.10</u></b>	<b>\$ <u>1,456.60</u></b>